



# Imbabazane Local Municipality Final Budget 2016/2017

**HOUNOURABLE SPEAKER,**

**HOUNOURABLE COUNCILLORS,**

**AMAKHOSI PRESENT,**

**ACTING MUNICIPAL MANAGER AND HIS OFFICIALS,**

**MEMBERS OF THE PUBLIC AND DISTIGUISHED GUEST**

**I greet you all**

It is another privilege for us to be standing here today to present the budget for the coming financial year. It is a budget that is taking us month closer to the next Local Government Elections, and most importantly it is make or break for this institution.

Honorable Speaker,

The compilation of this budget took place under very difficult circumstances, where the Accounting Officer, General Manager Technical and general Manager Corporate services positions are vacant, Above that, the administration is still led by Acting MM.

I must mention that this situation is unfavorable for our purpose, however, we did manage finally to compile a budget that will, to a reasonable degree, continue to fight against poverty, inequality and unemployment. I would like also to remind the councilors of the issue of cost containment measures, which all the national and provincial departments, constitutional institutions and public entities are required to implement which was effected January 2014. The cost containment measures is also been considered in this budget to eliminate waste and reprioritize spending on six focus areas, namely, Consultancy fees, credit cards, travel and related costs, advertising, catering and event cost as well cost and cost for accommodation. The Municipalities were subsequently strongly urged to take notes of the Cost Containment measures as approved by the Cabinet and align their budgeting policies to these guidelines.

**Mr. Speaker**

I would like to request that council also come closer to the administration through its oversight committees in order to ensure that this budget truly benefits our communities.

Honorable Councilors

In compiling this budget, we have considered a number of socio-economic variables impacting negatively on our communities. We recognize that poverty is hovering above 47%, and unemployment is

worse and the youth being the most affected. Therefore, all the proposed increases are sensitive to all these factors and such consideration.

On the other hand, we need to strengthen Internal Controls and good Financial Management.

Honorable Speaker,

I would like to justify briefly the main elements of the budget,

- MIG funded budget @ R21,858,357 Imbabazane and @R16,688,643 Umtshezi Municipality
- Demarcation Transition Grant @R4,860,920 Imbabazane and @4,853,080 Umtshezi.
- MSIG Grant will be administered by COGTA
- FMG @ R1, 826,471 for Imbabazane and @R1, 623,529 Umtshezi Municipality.
- EPWP @R1,333,937 for Imbabazane and @R999,063 for Umtshezi
- INEP @R5, 454,545 for Imbabazane and @R4, 545,455 for Umtshezi Municipality.
- Provincial Library Grant @ R715,000
- Community Libraries @R179,000
- Repairs and Maintenance @R9,438,187
- Employee cost @36,845,467

We remain optimistic that the institution will be in a position to continue to provide services to our community, and if the campaign to get governments department to pay outstanding property rates fees, the prospects to stabilize our financial position would then be even more realistic.

**Honorable Speaker,**

Please allow me to present the budget for 2016-2017 financial year in terms of Section 24 sub section 1 and 2 of the MFMA for council to approve together with all reviewed financial policies.

**I thank you for the opportunity.**

**Mayor P.G.Strydom**

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## **1. Legislative Compliance**

In terms of Section 21 of the MFMA the Mayor of the municipality is required to co-ordinate the annual budget preparation processes. Furthermore, in terms of Section 21 (2), the municipality must take into account the Integrated Development Plan (IDP), and the DORA for both provincial and national budgets.

Further to the above, MFMA budget circulars and regulations are also considered. In this instance MFMA Circular 79 was considered during the budget preparation process.

Budget assumptions are applied to ensure that a more realistic budget is compiled. The budget assumptions applied in this document was extracted from MFMA Circular 79 and other key market indicators as researched. It is also based on historical data from previous budget trends.

## **2. Budget Methodology / Assumptions**

### **2.1. Operational Revenue**

The municipality's primary source of revenue are from Government Grants, therefore the municipality is solely Grant depended for its operational capacity. Secondary revenue sources are Property Rates, Traffic Fines, Rental of facilities and Licences and permits which are significantly low. Property rates for instance, does not yield the desired outcome, due to the fact that the boundaries of the municipality incorporate mainly tribal land which is non-rateable.

#### **2.1.1. Operational Grants**

All operational grants was extracted from the DORA 2016/2017 & 2015/2016. The combined equitable share was split according to the MFMA circular 79. The percentage was provided by COGTA as their email dated 22 March 2016. The percentage utilized was 61.12% for the equitable share split.

#### **2.1.2. Property Rates**

The municipality applied a 5% increase in tariffs for the 2015/2016 financial year. The decision to maintain the same increase for the 2016/2017 and outer years 2017/2018 & 2018/2019 was concurred, largely due to the fact that the Municipality will be amalgamated in 2016/2017 financial year.

The increase in tariffs is 1,6% below current CPI as prescribed in MFAM Circular 79.

The current applicable tariffs will be as follows:

	2015/2016 Tariffs	2016/2017 Tariffs
<b>Agriculture</b>	0.0021	0.0022
<b>Agricultural Small holding</b>	0.0021	0.0022
<b>Commercial</b>	0.0061	0.0064
<b>Communal land</b>	Non Rateable	Non Rateable
<b>Communal land and property ass</b>	0.0042	0.0045
<b>Industrial</b>	0.0061	0.0064
<b>P S I (first R 30000)</b>	0.0061	0.0064
<b>State owned</b>	0.0243	0.0255
<b>Municipal</b>	Non Rateable	Non Rateable
<b>Place of worship</b>	Non Rateable	Non Rateable
<b>CONSERVATION – NEMA</b>	Non Rateable	Non Rateable
<b>RESIDENTIAL</b>	0.0082	0.0087

The current property valuations are as follows:

Property Type	Market Value	Reduction	Billed Valuation
<b>Agriculture</b>	315,220,000.00		315,220,000.00
<b>Agricultural Small holding</b>	27,665,000.00		27,665,000.00
<b>Commercial</b>	57,850,000.00		57,850,000.00
<b>Communal land</b>	159,650,000.00		159,650,000.00
<b>Communal land and property ass</b>	12,300,000.00		12,300,000.00
<b>Industrial</b>	4,000,000.00		4,000,000.00
<b>P S I (first R 30000)</b>	16,455,000.00	3,291,000.00	13,164,000.00
<b>State owned</b>	776,673,000.00		776,673,000.00
<b>Municipal</b>	20,895,000.00		20,895,000.00

<b>Place of worship</b>	4,150,000.00		4,150,000.00
<b>CONSERVATION - NEMA</b>	15,000,000.00		15,000,000.00
<b>RESIDENTIAL</b>	6,865,000.00	210,000.00	6,655,000.00

### 2.1.3. Revenue forgone

The applicable reduction rate is 40%, this was applied to the budget figure for rates 2016/2017

### 2.1.4. Rates penalties

The current rates penalty applicable is 9% on all outstanding debtors.

The calculations for Rates penalties disclosed in the 2016/2017 budget is as follows

- Outstanding debtors as at 31 January 2016 = **R 23,652,809.83 + R 2,750,000**  
(remaining rates to be raised up June 2016) = **R 26,402,809.83 x 9% = R 2,376,252.88**

### 2.1.5. Interest on investment

The interest rate for all major banks was researched for fixed deposits.

The calculation below indicates the average rate derived.

- AVG interest rate 9,1% ( Calculated by adding all rates divide by 3)
  - ABSA = 9% on fixed deposit > 12 months
  - FNB = 9.8% on fixed deposit > 12 months
  - STD = 8.85% on fixed deposit > 12 months
- Capital Market rate as per Reserve bank (10 March 2016) = 8.85%

The Interest on investment revenue is based on the assumption that the municipality will hold a minimum of R 20 million.

Two options for Interest on revenue was provided, however the Capital market rate provided by the Reserve bank was utilized for budgeting purposes

Option 1 – AVG bank rate = 20,000,000 x 9.1% = R 1,820,000

Option 2 – Capital Market rate =  $20,000,000 \times 8.85\% = R\ 1,770,000$

#### **2.1.6. Rental of facilities**

Rental of facilities relates to Rental revenue from letting of office space in the MPCC.

The increase in rental revenue was based on the current lease agreements.

- Current rental is R 3,453 per month. For the 12 months period this equates to R 41,436.

The calculation for rental revenue is as follows:

- The rate of escalation is 10% per annum as per agreement.
- Budget 2016/2017 =  $41,436 \times 10\% = R\ 45,579.60$

#### **2.1.7. Fines**

This revenue relates to Traffic fines. The revenue from traffic fines has not yielded the expected returns from previous years.

The municipality will be looking at re-engineering business processes to make this department more effective. This process will be more effective when the Municipality amalgamates. The revenue was increased by CPI (6.6%) as prescribed in MFMA Circular 79.

#### **2.1.8. Licences and Permits**

This revenue relates to Business permits issued by the Municipality.

Since economic growth in Imbabazane is stagnant, mainly due to land residing within the tribal authorities, more informal businesses are present.

Therefore the revenue was increase by CPI (6.6%) as prescribed in MFMA Circular 79.

#### **2.1.9. Other Income**

Other income comprises of Tender Deposits; Photo copies; and Rate Clearance Certificates.



This revenue source is extremely low and would not have a significant effect on the budgeted revenue.

All these revenue sources were increased by (6.6%) as prescribed in MFMA Circular 79.

### **3. Operational Expenditure (OPEX)**

#### **3.1. Salaries and Allowances**

The salary budget is based on the current organogram.

The salaries and wages for 2016/2017 was increased by CPI (6.6%) + 1% as prescribed by the MFMA Circular 79.

#### **3.2. Councillor Allowances**

The Councillor allowances for 2016/2017 was increased by 7%, which was in terms of the upper limits as prescribed for 2015/2016. The increased was maintained as the Municipality is in the process of amalgamation, and as such the grading will change. The increase is only 0.6% less than the prescribed increased for salaries and wages in terms of MFMA Circular 79.

***NB: Total salaries and councilor allowances must not exceed the Total operating expenditure by 40%. The current calculations equate to 36% which is 4% less than the norm.***

#### **3.3. General Expenditure**

All general expenditure items was increased by CPI (6.6%) as prescribed by MFMA Circular no. 79.

Certain general expenditure such as entertain, meetings, catering was reduced to minimum as required in terms of MFMA Circular 79.

#### **3.4. Repairs & Maintenance (R & M)**

The budget for various categories of R & M was increased by 8% of the carrying value of PPE (Property, Plant & Equipment), as per the norm.

The calculation for R & M 2016/2017 is as follows:

Carrying Value 2015:	R 112,993,466
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Less: Additions 2015: R 24,835,108

Net Amount: R 88,158,358

Add: Investment Property @ carrying value R 1,668,067

Total ***R 89,826,425 x8% = R 7,186,114 (R & M)***

The R & M budget was further increased by R 2,1 million to accommodate R & M to community halls/ buildings. This was due to certain buildings/ halls completed during the 2015/16 but was neglected or vandalized by the community.

**NB: Additions are removed from the calculations as the assumption is that new assets will not require significant maintenance or repairs.**

### 3.5. Debt Impairment ( provision for bad debts)

- Provision was increased by the average provision rate over the aging of debt which equates to 58%. This was calculated by adding up all rates and dividing it by the number of rates ( 25+50+100)/3 = avg. provision rate.
- The municipality provides for debts as follows:

90	0%
91 - 120	25%
121 - 365	50%
365+	100%

### 3.5. Other Provisions

- Leave Provision, the budget as per 2015/2016 i.e. R 918,270.61 was utilized.
- Annual Bonus Provision was calculated taking the total salaries & wages, excluding director's remuneration and councillor allowance and dividing that by 12 months to obtain the bonus. The bonus is month's salary as a 13<sup>th</sup> cheque.
- Long Service Award Provision, the estimate of R 63,539 was budgeted as contributions for 2016/2017. This is in terms of the actuarial report compiled for 2014/2015 actuals.

### 3.6. Depreciation & Asset impairment

- The depreciation was based on the current budget plus 5% which is the norm.
- Current Depreciation is  $R\ 10,039,000 \times 5\% = R\ 10,540,950$

### **3.7. Contracted Services**

The current contracts were increased by CPI.

- Security -  $R\ 4,060,000 \times \text{CPI (6.6\%)} = R\ 4,327,960$
- Office Machines -  $650,000 \times \text{CPI (6.6\%)} = R\ 692,900$

### **3.8. Bank Charges**

The current budget for bank charges was increased by the current repo rate 6%.

## **4. Capital Expenditure (CAPEX)**

The MIG grant was split as follows for capital expenditure:

1. 64% of the MIG Budget was allocated for rehabilitation for Roads.
2. 36% of the MIG Budget was allocated for new projects for Roads & Community Halls.

## MTREF DRAFT BUDGET 2016/2017 ANALYSIS

### 1. Revenue by Source

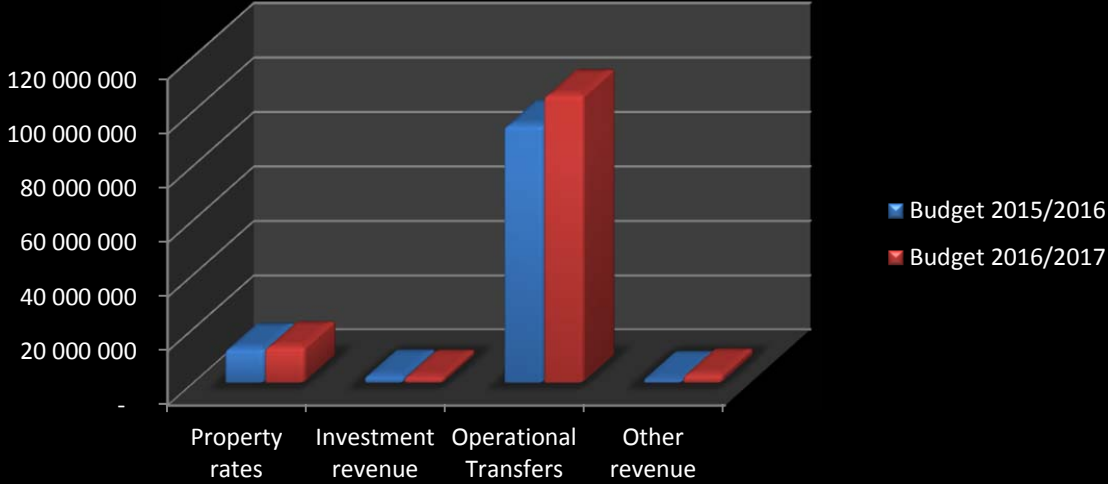
The table below provides a comparison between 2015/2016 to 2016/2017 budgets.

The following is noted from the table:

- Property Rates was increased by 5%
- Interest on investment is below the previous estimate. This based on a zero budgeting process and the assumption that the Municipality will hold R 20million in investments at the Capital Market Rate of 8.85% as prescribed by the Reserve Bank.
- Operational Transfers is in terms of the DORA. The DORA for 2015/2016 was utilized as the 2016/2017 DORA combines the allocated for both municipalities.
- Other revenue increased from previous estimates largely due to the increase in Rates penalties/ interest on outstanding debtors. This increase was 9% of the estimated R26 million in outstanding as at 30 June 2016.

	Budget 2015/2016	Budget 2016/2017
Property rates	12,064,000	12,667,459
Investment revenue	2,000,000	1,770,000
Operational Transfers	94,201,000	105,073,000
Other revenue	959,000	2,490,696

Comparison 2015/16 vs 2016/2017



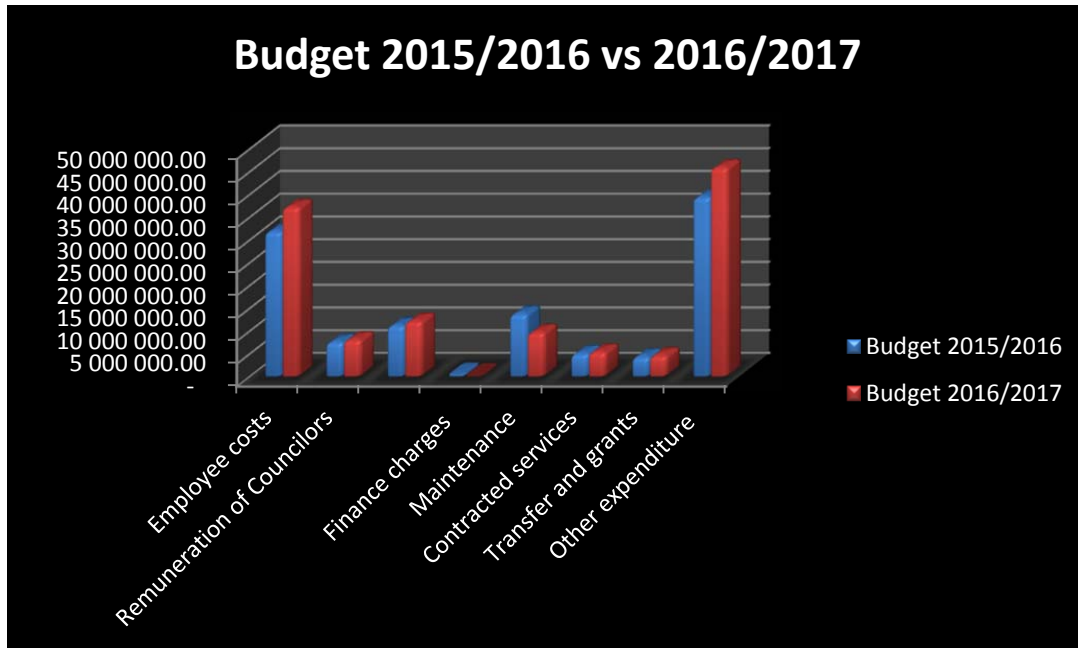
## 2. Expenditure by Type

The table below provides a comparison between 2015/2016 to 2016/2017 budgets.

The following is noted from the table:

- Employee costs were increased by 7.6% as per MFMA Circular 79. Please note that Salaries and Wages constitute 36% of Total operating expenditure.
- Remuneration of Councillors was increased by 7% as per the upper limits for 2015/2016
- Depreciation & asset impairment was increased 5%
- Finance charges were not budget, as this will relate to other interest paid (Fruitless & Wasteful). The municipality has no Finance leases, but operating leases.
- Maintenance decreased from the previous estimate, as a proper calculation was performed. The budget was based on the carrying amount of PPE multiplied by 8%.
- Increased in Contracted Services was based on CPI (6.6%). This includes contracts for Security and Rental of Office equipment.
- Other expenditure (General Expenditure) was increased by CPI (6.6%) as per MFMA Circular 79

	Budget 2015/2016	Budget 2016/2017
Employee costs	31,510,000.00	36,845,467.77
Remuneration of Councilors	7,225,000.00	7,715,778.56
Depreciation & asset impairment	10,842,000.00	11,809,921.00
Finance charges	390,000.00	-
Maintenance	13,387,000.00	9,438,187.00
Contracted services	4,710,000.00	5,020,460.00
Transfer and grants	4,000,000.00	4,264,000.00
Other expenditure	39,051,000.00	46,092,602.00



### 3. CAPITAL Expenditure (CAPEX)

The Capex will be funded by MIG allocated of R 21,858,357 and own sources of R 675,000.00.

The rehabilitation of Roads constitutes 64% of the MIG budget, and 36% constitutes new projects.

The following projects will be funded from MIG:

Road Rehabilitation Projects	
Dube-Village- Nathana Access Road-Rehabilitation	R6,878,006.85
Mankonjane Access Road Rehabilitation	R5,830,783.00
Mahlutshini Access Gravel Road-rehabilitation	R2,654,403.04
Thwathwa to Mvundlweni link Access Road-rehabilitation	R255,275.00
	<b>15,618,467.89</b>
New Roads Projects	
Tatane Vehicle Bridge	R268,237.33
Newlands-Lochsloy Pedestrian Bridge	R229,901.96
Ngodini (Mshweshwe) Phase 2 Gravel Road	R428,594.61
Mbangeni (Sobabili) Vehicle Bridge (Ward 5)	R1,002,370.18
MDWEBU/SOBABILI BRIDGE	R101,703.24
	<b>2,030,807.32</b>

Community Halls	
EPHANGWENI COMMUNITY HALL	R76,566.57
BHUNGANE/ROSEDALE COMMUNITY	R110,669.76
MQEDANDABA COMMUNIITY HALL	R123,232.45
THWATHWA/KWANDABE HALL	R21,893.19
MAZIYANE COMMUNITY HALL	R391,874.19
Madazana Community Hall	R3,484,845.63
	<b>4,209,081.79</b>

#### Other Capital assets

OFFICE FURNITURE	225,000
COMPUTER AND PRINTERS	250,000
VEHICLES	200,000



**A schedules**

Choose name from list - Table A1 Budget Summary

Description	2012/13	2013/14	2014/15	Current Year 2015/16				2016/17 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousands										
<b>Financial Performance</b>										
Property rates	6 316	7 261	8 630	12 864	12 864	12 864	12 864	15 044	-	-
Service charges	-	-	-	-	-	-	-	-	-	-
Investment revenue	1 858	2 727	2 274	1 500	2 000	2 000	2 000	1 770	-	-
Transfers recognised - operational	66 544	75 408	78 320	109 347	94 201	94 201	94 201	98 938	-	-
Other own revenue	2 662	2 817	1 022	197	158	158	158	114	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>77 380</b>	<b>88 212</b>	<b>90 245</b>	<b>123 908</b>	<b>109 223</b>	<b>109 223</b>	<b>109 223</b>	<b>115 866</b>	<b>-</b>	<b>-</b>
Employee costs	18 713	17 775	41 221	35 309	31 510	31 510	31 510	36 845	-	-
Remuneration of councillors	5 997	6 180	6 818	7 221	7 225	7 225	7 225	7 716	-	-
Depreciation & asset impairment	4 733	7 717	10 228	9 230	10 039	10 039	10 039	10 541	-	-
Finance charges	87	39	66	120	390	390	390	74	-	-
Materials and bulk purchases	3 589	6 905	8 572	9 390	13 387	13 387	13 387	9 438	-	-
Transfers and grants	2 725	3 467	-	-	-	-	-	4 264	-	-
Other expenditure	28 537	42 410	45 813	62 740	44 564	44 564	44 564	43 855	-	-
<b>Total Expenditure</b>	<b>64 382</b>	<b>84 493</b>	<b>112 717</b>	<b>124 010</b>	<b>107 115</b>	<b>107 115</b>	<b>107 115</b>	<b>112 733</b>	<b>-</b>	<b>-</b>
<b>Surplus/(Deficit)</b>	<b>12 998</b>	<b>3 720</b>	<b>(22 472)</b>	<b>(102)</b>	<b>2 108</b>	<b>2 108</b>	<b>2 108</b>	<b>3 132</b>	<b>-</b>	<b>-</b>
Transfers recognised - capital	23 007	21 786	22 787	23 517	23 517	23 517	23 517	21 858	-	-
Contributions recognised - capital & contributed assets	-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>36 005</b>	<b>25 506</b>	<b>315</b>	<b>23 415</b>	<b>25 625</b>	<b>25 625</b>	<b>25 625</b>	<b>24 991</b>	<b>-</b>	<b>-</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) for the year</b>	<b>36 005</b>	<b>25 506</b>	<b>315</b>	<b>23 415</b>	<b>25 625</b>	<b>25 625</b>	<b>25 625</b>	<b>24 991</b>	<b>-</b>	<b>-</b>
<b>Capital expenditure &amp; funds sources</b>										
<b>Capital expenditure</b>	<b>24 816</b>	<b>23 996</b>	<b>29 394</b>	<b>28 350</b>	<b>28 350</b>	<b>28 350</b>	<b>28 350</b>	<b>24 991</b>	<b>-</b>	<b>-</b>
Transfers recognised - capital	20 963	21 786	22 787	23 517	23 517	23 517	23 517	21 858	-	-
Public contributions & donations	-	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-	-
Internally generated funds	3 853	2 210	6 607	4 833	4 833	4 833	4 833	3 132	-	-
<b>Total sources of capital funds</b>	<b>24 816</b>	<b>23 996</b>	<b>29 394</b>	<b>28 350</b>	<b>28 350</b>	<b>28 350</b>	<b>28 350</b>	<b>24 991</b>	<b>-</b>	<b>-</b>
<b>Financial position</b>										
Total current assets	54 162	62 826	53 707	63 030	75 334	75 334	75 334	89 874	-	-
Total non current assets	86 218	100 822	114 990	124 248	124 248	124 248	124 248	138 698	-	-
Total current liabilities	14 185	15 192	20 917	9 695	9 695	9 695	9 695	7 247	-	-
Total non current liabilities	164	-	889	1 474	1 474	1 474	1 474	-	-	-
Community wealth/Equity	126 031	148 457	146 890	176 109	188 413	188 413	188 413	221 324	-	-
<b>Cash flows</b>										
Net cash from (used) operating	29 096	26 441	1 505	24 165	36 469	36 469	36 469	36 800	-	-
Net cash from (used) investing	(14 786)	(23 054)	(25 535)	(29 140)	(29 140)	(29 140)	(29 140)	(24 991)	-	-
Net cash from (used) financing	-	-	(164)	-	-	-	-	-	-	-
<b>Cash/cash equivalents at the year end</b>	<b>46 246</b>	<b>49 474</b>	<b>22 710</b>	<b>17 735</b>	<b>30 038</b>	<b>30 038</b>	<b>30 038</b>	<b>41 848</b>	<b>41 848</b>	<b>41 848</b>
<b>Cash backing/surplus reconciliation</b>										
Cash and investments available	46 086	49 263	22 704	38 734	51 038	51 038	51 038	61 848	-	-
Application of cash and investments	7 416	7 520	2 473	(14 760)	(14 761)	(14 761)	(14 761)	(20 825)	-	-
<b>Balance - surplus (shortfall)</b>	<b>38 670</b>	<b>41 743</b>	<b>20 231</b>	<b>53 494</b>	<b>65 799</b>	<b>65 799</b>	<b>65 799</b>	<b>82 673</b>	<b>-</b>	<b>-</b>
<b>Asset management</b>										
Asset register summary (WDV)	86 218	100 684	122 603	124 248	124 248	124 248	138 698	138 698	-	-
Depreciation & asset impairment	4 733	7 717	10 228	9 230	10 039	10 039	10 541	10 541	-	-
Renewal of Existing Assets	-	-	-	-	-	-	-	15 618	-	-
Repairs and Maintenance	-	-	-	-	-	-	9 438	9 438	-	-
<b>Free services</b>										
Cost of Free Basic Services provided	-	-	-	-	-	-	-	-	-	-
Revenue cost of free services provided	329	-	11 596	16 086	16 086	16 086	16 488	16 488	8 445	-
<b>Households below minimum service level</b>										
Water:	-	-	-	-	-	-	-	-	-	-
Sanitation/sewerage:	-	-	-	-	-	-	-	-	-	-
Energy:	-	-	-	-	-	-	-	-	-	-
Refuse:	-	-	-	-	-	-	-	-	-	-

Choose name from list - Table A2 Budgeted Financial Performance (revenue and expenditure by standard classification)

Standard Classification Description	Ref	2012/13	2013/14	2014/15	Current Year 2015/16			2016/17 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
<b>R thousand</b>	<b>1</b>									
<b>Revenue - Standard</b>										
<i>Governance and administration</i>		59 419	49 086	49 602	62 566	61 206	61 206	68 112	-	-
Executive and council		10 500	8 874	14 085	14 185	14 185	14 185	15 641	-	-
Budget and treasury office		32 219	27 402	22 443	35 564	34 204	34 204	32 196	-	-
Corporate services		16 700	12 810	13 074	12 817	12 817	12 817	20 276	-	-
<i>Community and public safety</i>		17 063	37 422	37 697	30 262	30 224	30 224	33 275	-	-
Community and social services		17 063	37 422	37 697	30 262	30 224	30 224	33 275	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		23 904	23 490	26 097	54 597	41 311	41 311	36 337	-	-
Planning and development		14 510	13 957	13 080	46 032	32 746	32 746	18 688	-	-
Road transport		9 394	9 533	13 017	8 565	8 565	8 565	17 649	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		-	-	-	-	-	-	-	-	-
Electricity		-	-	-	-	-	-	-	-	-
Water		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Standard</b>	<b>2</b>	<b>100 386</b>	<b>109 998</b>	<b>113 396</b>	<b>147 425</b>	<b>132 740</b>	<b>132 740</b>	<b>137 724</b>	<b>-</b>	<b>-</b>
<b>Expenditure - Standard</b>										
<i>Governance and administration</i>		36 314	46 476	48 797	58 176	58 361	58 361	65 114	-	-
Executive and council		10 953	12 420	14 103	14 913	16 217	16 217	15 531	-	-
Budget and treasury office		13 944	25 028	23 006	27 294	27 396	27 396	29 916	-	-
Corporate services		11 416	9 028	11 688	15 968	14 749	14 749	19 668	-	-
<i>Community and public safety</i>		17 056	25 953	31 715	37 805	37 697	37 697	29 006	-	-
Community and social services		17 056	25 953	31 715	37 805	37 697	37 697	29 006	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		11 011	12 064	25 156	32 029	15 058	15 058	18 613	-	-
Planning and development		11 011	12 064	25 156	32 029	15 058	15 058	18 613	-	-
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		-	-	-	-	-	-	-	-	-
Electricity		-	-	-	-	-	-	-	-	-
Water		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
<b>Total Expenditure - Standard</b>	<b>3</b>	<b>64 381</b>	<b>84 493</b>	<b>105 668</b>	<b>128 010</b>	<b>111 116</b>	<b>111 116</b>	<b>112 733</b>	<b>-</b>	<b>-</b>
<b>Surplus/(Deficit) for the year</b>		<b>36 005</b>	<b>25 505</b>	<b>7 728</b>	<b>19 415</b>	<b>21 625</b>	<b>21 625</b>	<b>24 991</b>	<b>-</b>	<b>-</b>

Choose name from list - Table A3 Budgeted Financial Performance (revenue and expenditure by municipal vote)

Vote Description	Ref	2012/13	2013/14	2014/15	Current Year 2015/16			2016/17 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousand										
Revenue by Vote	1									
Vote 1 - Executive and Council		10 500	8 874	14 085	14 185	14 185	14 185	15 641	-	-
Vote 2 - Budget and Treasury office		32 219	27 432	23 205	36 364	35 004	35 004	32 196	-	-
Vote 3 - Waste / Refuse Management		-	-	-	-	-	-	-	-	-
Vote 4 - Community and Social service		17 063	37 393	37 697	30 262	30 224	30 224	33 275	-	-
Vote 5 - Corporate services		16 700	12 810	13 074	12 817	12 817	12 817	20 276	-	-
Vote 6 - Public safety		-	-	-	-	-	-	-	-	-
Vote 7 - Housing		-	-	-	-	-	-	-	-	-
Vote 8 - Sports and recreation		-	-	-	-	-	-	-	-	-
Vote 9 - Technical and Planning development		14 510	23 490	13 080	46 032	32 746	32 746	18 688	-	-
Vote 10 - Road transport		9 394	-	13 017	8 565	8 565	8 565	17 649	-	-
Vote 11 - Environmental Protection		-	-	-	-	-	-	-	-	-
Vote 12 - Health		-	-	-	-	-	-	-	-	-
Vote 13 - Markets		-	-	-	-	-	-	-	-	-
Vote 14 - Tourism		-	-	-	-	-	-	-	-	-
Vote 15 - Waste Water Management		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	100 386	109 999	114 158	148 225	133 540	133 540	137 724	-	-
Expenditure by Vote to be appropriated	1									
Vote 1 - Executive and Council		10 953	12 420	14 104	14 913	16 217	16 217	15 531	-	-
Vote 2 - Budget and Treasury office		13 944	25 028	23 006	27 294	27 396	27 396	29 916	-	-
Vote 3 - Waste / Refuse Management		-	-	-	-	-	-	-	-	-
Vote 4 - Community and Social service		17 056	25 953	31 716	37 805	37 697	37 697	29 006	-	-
Vote 5 - Corporate services		11 416	9 028	11 688	15 968	14 749	14 749	19 668	-	-
Vote 6 - Public safety		-	-	-	-	-	-	-	-	-
Vote 7 - Housing		-	-	-	-	-	-	-	-	-
Vote 8 - Sports and recreation		-	-	-	-	-	-	-	-	-
Vote 9 - Technical and Planning development		11 011	12 064	25 157	32 029	15 058	15 058	18 613	-	-
Vote 10 - Road transport		-	-	-	-	-	-	-	-	-
Vote 11 - Environmental Protection		-	-	-	-	-	-	-	-	-
Vote 12 - Health		-	-	-	-	-	-	-	-	-
Vote 13 - Markets		-	-	-	-	-	-	-	-	-
Vote 14 - Tourism		-	-	-	-	-	-	-	-	-
Vote 15 - Waste Water Management		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	64 381	84 493	105 671	128 010	111 116	111 116	112 733	-	-
Surplus/(Deficit) for the year	2	36 005	25 506	8 487	20 215	22 425	22 425	24 991	-	-

Choose name from list - Table A4 Budgeted Financial Performance (revenue and expenditure)

Description	Ref	2012/13	2013/14	2014/15	Current Year 2015/16				2016/17 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousand	1										
Revenue By Source											
Property rates	2	6 316	7 261	7 711	12 064	12 064	12 064	12 064	12 667	-	-
Property rates - penalties & collection charges				919	800	800	800	800	2 376		
Service charges - electricity revenue	2	-	-	-	-	-	-	-	-	-	-
Service charges - water revenue	2	-	-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue	2	-	-	-	-	-	-	-	-	-	-
Service charges - refuse revenue	2	-	-	-	-	-	-	-	-	-	-
Service charges - other											
Rental of facilities and equipment		111		64	72	30	30	30	46		
Interest earned - external investments		1 858	2 727	2 274	1 500	2 000	2 000	2 000	1 770		
Interest earned - outstanding debtors											
Dividends received											
Fines		5			1	5	5	5	1		
Licences and permits		1		1	2	2	2	2	2		
Agency services											
Transfers recognised - operational		66 544	75 408	78 320	109 347	94 201	94 201	94 201	98 938		
Other revenue	2	2 515	2 817	957	62	62	62	62	66	-	-
Gains on disposal of PPE		31			60	60	60	60			
Total Revenue (excluding capital transfers and contributions)		77 380	88 212	90 245	123 908	109 223	109 223	109 223	115 866	-	-
Expenditure By Type											
Employee related costs	2	18 713	17 775	41 221	35 309	31 510	31 510	31 510	36 845	-	-
Remuneration of councillors		5 997	6 180	6 818	7 221	7 225	7 225	7 225	7 716		
Debt impairment	3		282	769	750	803	803	803	1 269		
Depreciation & asset impairment	2	4 733	7 717	10 228	9 230	10 039	10 039	10 039	10 541	-	-
Finance charges		87	39	66	120	390	390	390	74		
Bulk purchases	2	-	-	-	-	-	-	-	-	-	-
Other materials	8	3 589	6 905	8 572	9 390	13 387	13 387	13 387	9 438		
Contracted services		1 698	3 812	3 417	4 300	4 710	4 710	4 710	5 020	-	-
Transfers and grants		2 725	3 467	-	-	-	-	-	4 264	-	-
Other expenditure	4, 5	26 839	38 317	40 859	57 690	39 051	39 051	39 051	37 565	-	-
Loss on disposal of PPE				768							
Total Expenditure		64 382	84 493	112 717	124 010	107 115	107 115	107 115	112 733	-	-
Surplus/(Deficit)											
Transfers recognised - capital		12 998	3 720	(22 472)	(102)	2 108	2 108	2 108	3 132	-	-
Contributions recognised - capital	6	23 007	21 786	22 787	23 517	23 517	23 517	23 517	21 858		
Contributed assets		-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		36 005	25 506	315	23 415	25 625	25 625	25 625	24 991	-	-
Taxation											
Surplus/(Deficit) after taxation		36 005	25 506	315	23 415	25 625	25 625	25 625	24 991	-	-
Attributable to minorities											
Surplus/(Deficit) attributable to municipality		36 005	25 506	315	23 415	25 625	25 625	25 625	24 991	-	-
Share of surplus/ (deficit) of associate	7										
Surplus/(Deficit) for the year		36 005	25 506	315	23 415	25 625	25 625	25 625	24 991	-	-

Choose name from list - Table A5 Budgeted Capital Expenditure by vote, standard classification and funding

Vote Description R thousand	Ref	2012/13	2013/14	2014/15	Current Year 2015/16				2016/17 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
<b>Capital expenditure - Vote</b>											
<b>Multi-year expenditure to be appropriated</b>	2										
Vote 1 - Executive and Council		-	-	-	-	-	-	-	-	-	-
Vote 2 - Budget and Treasury office		-	-	-	-	-	-	-	-	-	-
Vote 3 - Waste / Refuse Management		-	-	-	-	-	-	-	-	-	-
Vote 4 - Community and Social service		-	-	-	-	-	-	-	-	-	-
Vote 5 - Corporate services		-	-	-	-	-	-	-	-	-	-
Vote 6 - Public safety		-	-	-	-	-	-	-	-	-	-
Vote 7 - Housing		-	-	-	-	-	-	-	-	-	-
Vote 8 - Sports and recreation		-	-	-	-	-	-	-	-	-	-
Vote 9 - Technical and Planning development		-	-	-	-	-	-	-	-	-	-
Vote 10 - Road transport		-	-	-	-	-	-	-	-	-	-
Vote 11 - Environmental Protection		-	-	-	-	-	-	-	-	-	-
Vote 12 - Health		-	-	-	-	-	-	-	-	-	-
Vote 13 - Markets		-	-	-	-	-	-	-	-	-	-
Vote 14 - Tourism		-	-	-	-	-	-	-	-	-	-
Vote 15 - Waste Water Management		-	-	-	-	-	-	-	-	-	-
<b>Capital multi-year expenditure sub-total</b>	7	-	-	-	-	-	-	-	-	-	-
<b>Single-year expenditure to be appropriated</b>	2										
Vote 1 - Executive and Council		-	97	2 663	1 660	1 660	1 660	1 660	110	-	-
Vote 2 - Budget and Treasury office		202	298	174	80	80	80	80	80	-	-
Vote 3 - Waste / Refuse Management		-	-	-	-	-	-	-	-	-	-
Vote 4 - Community and Social service		128	635	189	15 012	15 012	15 012	15 012	4 269	-	-
Vote 5 - Corporate services		511	553	848	170	170	170	170	350	-	-
Vote 6 - Public safety		-	-	-	-	-	-	-	-	-	-
Vote 7 - Housing		-	-	-	-	-	-	-	-	-	-
Vote 8 - Sports and recreation		-	2 371	-	-	-	-	-	-	-	-
Vote 9 - Technical and Planning development		72	8	2 733	2 863	2 863	2 863	2 863	75	-	-
Vote 10 - Road transport		-	-	-	8 565	8 565	8 565	8 565	20 107	-	-
Vote 11 - Environmental Protection		-	-	-	-	-	-	-	-	-	-
Vote 12 - Health		-	-	-	-	-	-	-	-	-	-
Vote 13 - Markets		-	-	-	-	-	-	-	-	-	-
Vote 14 - Tourism		-	-	-	-	-	-	-	-	-	-
Vote 15 - Waste Water Management		-	-	-	-	-	-	-	-	-	-
<b>Capital single-year expenditure sub-total</b>		912	3 962	6 607	28 350	28 350	28 350	28 350	24 991	-	-
<b>Total Capital Expenditure - Vote</b>		912	3 962	6 607	28 350	28 350	28 350	28 350	24 991	-	-
<b>Capital Expenditure - Standard</b>											
<b>Governance and administration</b>		713	948	3 685	1 910	1 910	1 910	1 910	540	-	-
Executive and council		-	97	2 663	1 660	1 660	1 660	1 660	110	-	-
Budget and treasury office		202	298	174	80	80	80	80	80	-	-
Corporate services		511	553	848	170	170	170	170	350	-	-
<b>Community and public safety</b>		128	2 371	9 959	15 012	15 012	15 012	15 012	4 269	-	-
Community and social services		128	-	9 959	15 012	15 012	15 012	15 012	4 269	-	-
Sport and recreation		-	2 371	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		23 975	20 677	15 750	11 427	11 427	11 427	11 427	20 182	-	-
Planning and development		14 582	20 677	15 750	2 863	2 863	2 863	2 863	75	-	-
Road transport		9 394	-	-	8 565	8 565	8 565	8 565	20 107	-	-
Environmental protection		-	-	-	-	-	-	-	-	-	-
<b>Trading services</b>		-	-	-	-	-	-	-	-	-	-
Electricity		-	-	-	-	-	-	-	-	-	-
Water		-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-	-
<b>Other</b>		-	-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Standard</b>	3	24 816	23 996	29 394	28 350	28 350	28 350	28 350	24 991	-	-
<b>Funded by:</b>											
National Government		20 963	21 786	22 787	23 517	23 517	23 517	23 517	21 858	-	-
Provincial Government		-	-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-	-
<b>Transfers recognised - capital</b>	4	20 963	21 786	22 787	23 517	23 517	23 517	23 517	21 858	-	-
<b>Public contributions &amp; donations</b>	5	-	-	-	-	-	-	-	-	-	-
<b>Borrowing</b>	6	-	-	-	-	-	-	-	-	-	-
Internally generated funds		3 853	2 210	6 607	4 833	4 833	4 833	4 833	3 132	-	-
<b>Total Capital Funding</b>	7	24 816	23 996	29 394	28 350	28 350	28 350	28 350	24 991	-	-

Choose name from list - Table A6 Budgeted Financial Position

Description	Ref	2012/13	2013/14	2014/15	Current Year 2015/16				2016/17 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
<b>R thousand</b>											
<b>ASSETS</b>											
<b>Current assets</b>											
Cash		46 086	14 095	7 562	17 735	30 038	30 038	30 038	41 848		
Call investment deposits	1	–	35 168	15 142	20 999	20 999	20 999	20 999	20 000	–	–
Consumer debtors	1	4 874	8 725	13 605	21 404	21 404	21 404	21 404	25 134	–	–
Other debtors		3 202	4 838	17 398	2 892	2 892	2 892	2 892	2 892		
Current portion of long-term receivables											
Inventory	2										
<b>Total current assets</b>		54 162	62 826	53 707	63 030	75 334	75 334	75 334	89 874	–	–
<b>Non current assets</b>											
Long-term receivables											
Investments											
Investment property		1 626	1 557	1 668	1 642	1 642	1 642	1 642	1 642		
Investment in Associate											
Property, plant and equipment	3	84 459	98 621	112 993	122 374	122 374	122 374	122 374	136 824	–	–
Agricultural											
Biological											
Intangible		133	507	329	232	232	232	232	232		
Other non-current assets			138								
<b>Total non current assets</b>		86 218	100 822	114 990	124 248	124 248	124 248	124 248	138 698	–	–
<b>TOTAL ASSETS</b>		140 380	163 648	168 697	187 278	199 582	199 582	199 582	228 571	–	–
<b>LIABILITIES</b>											
<b>Current liabilities</b>											
Bank overdraft	1										
Borrowing	4	209	164	–	–	–	–	–	–	–	–
Consumer deposits											
Trade and other payables	4	13 194	15 028	17 796	9 649	9 649	9 649	9 649	7 201	–	–
Provisions		782		3 121	46	46	46	46	46		
<b>Total current liabilities</b>		14 185	15 192	20 917	9 695	9 695	9 695	9 695	7 247	–	–
<b>Non current liabilities</b>											
Borrowing		164	–	–	–	–	–	–	–	–	–
Provisions		–	–	889	1 474	1 474	1 474	1 474	–	–	–
<b>Total non current liabilities</b>		164	–	889	1 474	1 474	1 474	1 474	–	–	–
<b>TOTAL LIABILITIES</b>		14 349	15 192	21 807	11 170	11 170	11 170	11 170	7 247	–	–
<b>NET ASSETS</b>	5	126 031	148 457	146 890	176 109	188 413	188 413	188 413	221 324	–	–
<b>COMMUNITY WEALTH/EQUITY</b>											
Accumulated Surplus/(Deficit)		126 031	148 457	146 890	176 109	188 413	188 413	188 413	221 324		
Reserves	4	–	–	–	–	–	–	–	–	–	–
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	5	126 031	148 457	146 890	176 109	188 413	188 413	188 413	221 324	–	–

Choose name from list - Table A7 Budgeted Cash Flows

Description	Ref	2012/13	2013/14	2014/15	Current Year 2015/16				2016/17 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousand											
CASH FLOW FROM OPERATING ACTIVITIES											
Receipts											
Property rates, penalties & collection charges		6 402	3 307	2 830	12 864	12 864	12 864	12 864	15 044	-	-
Service charges						-	-	-	-	-	-
Other revenue			2 271	1 941	197	159	159	159	114	-	-
Government - operating	1	61 159	95 513	75 182	109 347	94 201	94 201	94 201	98 938	-	-
Government - capital	1	20 963		22 787	23 517	23 517	23 517	23 517	21 858	-	-
Interest		1 858	2 727	2 274	1 500	2 000	2 000	2 000	1 770	-	-
Dividends									-	-	-
Payments											
Suppliers and employees		(58 479)	(77 339)	(103 442)	(123 140)	(95 882)	(95 882)	(95 882)	(96 585)	-	-
Finance charges		(82)	(39)	(66)	(120)	(390)	(390)	(390)	(74)	-	-
Transfers and Grants	1	(2 725)							(4 264)	-	-
NET CASH FROM/(USED) OPERATING ACTIVITIES		29 096	26 441	1 505	24 165	36 469	36 469	36 469	36 800	-	-
CASH FLOWS FROM INVESTING ACTIVITIES											
Receipts											
Proceeds on disposal of PPE		31		115	(790)	(790)	(790)	(790)	-	-	-
Decrease (Increase) in non-current debtors									-	-	-
Decrease (increase) other non-current receivables									-	-	-
Decrease (increase) in non-current investments		10 000							-	-	-
Payments											
Capital assets		(24 816)	(23 054)	(25 650)	(28 350)	(28 350)	(28 350)	(28 350)	(24 991)	-	-
NET CASH FROM/(USED) INVESTING ACTIVITIES		(14 786)	(23 054)	(25 535)	(29 140)	(29 140)	(29 140)	(29 140)	(24 991)	-	-
CASH FLOWS FROM FINANCING ACTIVITIES											
Receipts											
Short term loans									-	-	-
Borrowing long term/refinancing									-	-	-
Increase (decrease) in consumer deposits									-	-	-
Payments											
Repayment of borrowing				(164)					-	-	-
NET CASH FROM/(USED) FINANCING ACTIVITIES		-	-	(164)	-	-	-	-	-	-	-
NET INCREASE/ (DECREASE) IN CASH HELD		14 310	3 386	(24 194)	(4 975)	7 329	7 329	7 329	11 809	-	-
Cash/cash equivalents at the year begin:	2	31 936	46 087	46 904	22 709	22 709	22 709	22 709	30 038	41 848	41 848
Cash/cash equivalents at the year end:	2	46 246	49 474	22 710	17 735	30 038	30 038	30 038	41 848	41 848	41 848



Choose name from list - Table A8 Cash backed reserves/accumulated surplus reconciliation

Choose name from list - Table A6 Cash backed reserves accumulated surplus reconfirmation											
Description	Ref	2012/13	2013/14	2014/15	Current Year 2015/16				2016/17 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousand											
<b>Cash and investments available</b>											
Cash/cash equivalents at the year end	1	46,246	49,474	30,212	22,965	26,217	26,217	26,217	26,083	26,083	26,083
Other current investments > 90 days		(160)	(210)	1	21,000	20,999	20,999	20,999	20,000	(26,083)	(26,083)
Non current assets - Investments	1	-	-	-	-	-	-	-	-	-	-
Cash and investments available:		46,086	49,263	30,213	43,964	47,216	47,216	47,216	46,083	-	-
<b>Application of cash and investments</b>											
Unspent conditional transfers		11,786	3,174	-	15,486	15,486	15,486	15,486	-	-	-
Unspent borrowing		-	-	-	-	-	-	-	-	-	-
Statutory requirements	2										
Other working capital requirements	3	(4,371)	4,346	(8,494)	(24,124)	(24,932)	(24,932)	(24,932)	(1,683)	-	-
Other provisions											
Long term investments committed	4	-	-	-	-	-	-	-	-	-	-
Reserves to be backed by cash/investments	5										
Total Application of cash and investments:		7,416	7,520	(8,494)	(8,638)	(9,446)	(9,446)	(9,446)	(1,683)	-	-
Surplus(shortfall)		38,670	41,743	38,707	52,602	56,662	56,662	56,662	47,766	-	-



Choose name from list - Table A10 Basic service delivery measurement

Description	Ref	2012/13	2013/14	2014/15	Current Year 2015/16			2016/17 Medium Term Revenue & Expenditure Framework		
		Outcome	Outcome	Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
<b>Household service targets</b>	1									
<b>Water:</b>										
Piped water inside dwelling		-	-	-	-	-	-	-	-	-
Piped water inside yard (but not in dwelling)		-	-	-	-	-	-	-	-	-
Using public tap (at least min.service level)	2	-	-	-	-	-	-	-	-	-
Other water supply (at least min.service level)	4	-	-	-	-	-	-	-	-	-
<i>Minimum Service Level and Above sub-total</i>		-	-	-	-	-	-	-	-	-
Using public tap (< min.service level)	3	-	-	-	-	-	-	-	-	-
Other water supply (< min.service level)	4	-	-	-	-	-	-	-	-	-
No water supply		-	-	-	-	-	-	-	-	-
<i>Below Minimum Service Level sub-total</i>		-	-	-	-	-	-	-	-	-
<b>Total number of households</b>	5	-	-	-	-	-	-	-	-	-
<b>Sanitation/sewerage:</b>										
Flush toilet (connected to sewerage)		-	-	-	-	-	-	-	-	-
Flush toilet (with septic tank)		-	-	-	-	-	-	-	-	-
Chemical toilet		-	-	-	-	-	-	-	-	-
Pit toilet (ventilated)		-	-	-	-	-	-	-	-	-
Other toilet provisions (> min.service level)		-	-	-	-	-	-	-	-	-
<i>Minimum Service Level and Above sub-total</i>		-	-	-	-	-	-	-	-	-
Bucket toilet		-	-	-	-	-	-	-	-	-
Other toilet provisions (< min.service level)		-	-	-	-	-	-	-	-	-
No toilet provisions		-	-	-	-	-	-	-	-	-
<i>Below Minimum Service Level sub-total</i>		-	-	-	-	-	-	-	-	-
<b>Total number of households</b>	5	-	-	-	-	-	-	-	-	-
<b>Energy:</b>										
Electricity (at least min.service level)		-	-	-	-	-	-	-	-	-
Electricity - prepaid (min.service level)		-	-	-	-	-	-	-	-	-
<i>Minimum Service Level and Above sub-total</i>		-	-	-	-	-	-	-	-	-
Electricity (< min.service level)		-	-	-	-	-	-	-	-	-
Electricity - prepaid (< min. service level)		-	-	-	-	-	-	-	-	-
Other energy sources		-	-	-	-	-	-	-	-	-
<i>Below Minimum Service Level sub-total</i>		-	-	-	-	-	-	-	-	-
<b>Total number of households</b>	5	-	-	-	-	-	-	-	-	-
<b>Refuse:</b>										
Removed at least once a week		-	-	-	-	-	-	-	-	-
<i>Minimum Service Level and Above sub-total</i>		-	-	-	-	-	-	-	-	-
Removed less frequently than once a week		-	-	-	-	-	-	-	-	-
Using communal refuse dump		-	-	-	-	-	-	-	-	-
Using own refuse dump		-	-	-	-	-	-	-	-	-
Other rubbish disposal		-	-	-	-	-	-	-	-	-
No rubbish disposal		-	-	-	-	-	-	-	-	-
<i>Below Minimum Service Level sub-total</i>		-	-	-	-	-	-	-	-	-
<b>Total number of households</b>	5	-	-	-	-	-	-	-	-	-
<b>Households receiving Free Basic Service</b>	7									
Water (6 kilolitres per household per month)		-	-	-	-	-	-	-	-	-
Sanitation (free minimum level service)		-	-	-	-	-	-	-	-	-
Electricity/other energy (50kwh per household per month)		-	-	-	-	-	-	-	-	-
Refuse (removed at least once a week)		-	-	-	-	-	-	-	-	-
<b>Cost of Free Basic Services provided - Formal Settlements (R'000)</b>	8									
Water (6 kilolitres per indigent household per month)		-	-	-	-	-	-	-	-	-
Sanitation (free sanitation service to indigent households)		-	-	-	-	-	-	-	-	-
Electricity/other energy (50kwh per indigent household per month)		-	-	-	-	-	-	-	-	-
Refuse (removed once a week for indigent households)		-	-	-	-	-	-	-	-	-
<b>Cost of Free Basic Services provided - Informal Formal Settlements (R'000)</b>										
<b>Total cost of FBS provided</b>		-	-	-	-	-	-	-	-	-
<b>Highest level of free service provided per household</b>										
Property rates (R value threshold)										
Water (kilolitres per household per month)										
Sanitation (kilolitres per household per month)										
Sanitation (Rand per household per month)										
Electricity (kwh per household per month)		4,000	5,833	6,133	6,133	6,133	6,133	6,133		
Refuse (average litres per week)										
<b>Revenue cost of subsidised services provided (R'000)</b>	9									
Property rates (tariff adjustment) ( impermissable values per section 17 of MPRA)					8,043	8,043	8,043	8,445		
Property rates exemptions, reductions and rebates and impermissable values in excess of section 17 of MPRA		329	-	11,596	8,043	8,043	8,043	8,043	8,445	-
Water (in excess of 6 kilolitres per indigent household per month)		-	-	-	-	-	-	-	-	-
Sanitation (in excess of free sanitation service to indigent households)		-	-	-	-	-	-	-	-	-
Electricity/other energy (in excess of 50 kwh per indigent household per month)		-	-	-	-	-	-	-	-	-
Refuse (in excess of one removal a week for indigent households)		-	-	-	-	-	-	-	-	-
Municipal Housing - rental rebates										
Housing - top structure subsidies										
Other										
<b>Total revenue cost of subsidised services provided</b>	6	329	-	11,596	16,086	16,086	16,086	16,488	8,445	-

## RECOMMENDATIONS

It is recommended that the Council approves the following as per EXCO recommendation:

1. Property Rates Tariffs increase of 5% for the 2016/2017 financial year. The applicable tariffs below will come into effect 1 July 2016.

2016/2017 Tariffs	
<b>Agriculture</b>	0.0022
<b>Agricultural Small holding</b>	0.0022
<b>Commercial</b>	0.0064
<b>Communal land</b>	Non Ratable
<b>Communal land and property ass</b>	0.0045
<b>Industrial</b>	0.0064
<b>P S I (first R 30000)</b>	0.0064
<b>State owned</b>	0.0255
<b>Municipal</b>	Non Ratable
<b>Place of worship</b>	Non Ratable
<b>CONSERVATION – NEMA</b>	Non Ratable
<b>RESIDENTIAL</b>	0.0087

2. Approves the 2016/2017 MTREF Budget as per Budget Schedule A4
3. Approves the 2016/2017 CAPEX budget as per Budget Schedule A5
4. Approves tariffs for 2016-2017 financial year.
5. Approves all reviewed financial policies
6. Approves Imbabazane Cost Containment measures
7. Approves Service Level Standards.
8. Approves MSCOA project plan
9. Note the Mayoral Budget speech with specific budget allocations for grants apportionment between Imbabazane and Umtshezi i.e. FMG, MIG, EPWP, Equitable share and the INEP
10. Approves SDBIP for 2017/17 financial year.
11. The Council to note the Provincial Treasury draft budget assessment report which provides corrective recommendations to be effected on a financial budget 2016/17 MTERF.



## IMBABAZANE LOCAL MUNICIPALITY IMBABAZANE UMKHANDLU WENDAWO

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SPECIAL COUNCIL MEETING : 31 May 2016  
RESOLUTIONS NO. : (9.5) SC016/05/31

### 9.5 BUDGET ASSUMPTION DOCUMENT 2016-17

A budget report was presented to Council by the Honourable Mayor for the Council to consider and approve EXCO recommendations.

During deliberations the AMM mentioned that he has engaged Treasury on how is the issue of the Equitable Share is going to work in the next financial year considering the issue of the merger and that two months into the new financial year Imbabazane and Umtshezi will still exist.

Following consideration, Cllr TE Mchunu moved and it was;

#### RESOLVED THAT:

1. Property Rates Tariffs increase of 5% for the 2016/2017 financial year. The applicable tariffs below will come into effect 1 July 2016.

	2016/2017 Tariffs
Agriculture	0.0022
Agricultural Small holding	0.0022
Commercial	0.0064
Communal land	Non Rateable
Communal land and property ass	0.0045
Industrial	0.0064
P S I (first R 30000)	0.0064
State owned	0.0255
Municipal Place of worship	0.0255
CONSERVATION – NEMA	Non Rateable
RESIDENTIAL	Non Rateable
	0.0087



2. Approves the 2016/2017 MTREF Budget as per Budget Schedule A4
3. Approves the 2016/2017 CAPEX budget as per Budget Schedule A5
4. Approves tariffs for 2016/17 financial year
5. Approves all reviewed financial policies
6. Approves Imbabazane Cost Containment measures
7. Approves Service Level Standards.
8. Approve MSCOA Project Plan.
9. Note the Mayoral Budget Speech with specific budget allocations for grants apportionment between Imbabazane and Umtshezi i.e. FMG, MIG, EPWP, Equitable Share and NEP
10. SDBIP for 2016/17 financial year
11. The Council to note the Provincial Treasury draft budget assessment report which provides corrective recommendations to be effected on a financial budget 2016/17 MTREF

CERTIFIED AS A CORRECT REFLECTION OF THE EXTRACT ON MINUTES OF THE  
SPECIAL COUNCIL MEETING NO: SC016/05/31 HELD ON 31 MAY 2016 AT  
IMBABAZANE LOCAL MUNICIPALITY



SP Radebe  
Acting Municipal Manager

DATE: 14/06/2016

**FINAL BUDGET 2016-2017 QUALITY CERTIFICATION**

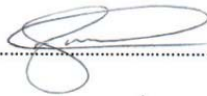
I, SIBUSISO PATRICK RADEBE, Acting Municipal Manager of Imbabazane Municipality, hereby certify that the Final annual budget for 2016-2017 and supporting documentation have been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act, and that the Final annual budget and supporting documentation are consistent with the Integrated Development Plan of the municipality.

Name: Sibusiso Patrick Radebe

Acting Municipal Manager

Of: Imbabazane Local Municipality

Signature.....



Date.....

14/06/2016